



Entered on Docket
March 23, 2010

A handwritten signature in black ink, appearing to read "Gregg W. Zive".

Hon. Gregg W. Zive
United States Bankruptcy Judge

STEPHEN R. HARRIS, ESQ.
Nevada Bar No. 001463
CHRIS D. NICHOLS, ESQ.
Nevada Bar No. 003123
BELDING, HARRIS & PETRONI, LTD.
417 West Plumb Lane
Reno, Nevada 89509
Telephone: (775) 786-7600
Facsimile: (775) 786-7764

Attorneys for Debtor

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

* * * * *

IN RE:

Case No. BK-10-50215 gwz
(Chapter 11)

FIRSTGOLD CORP,

Debtor.

**FINAL ORDER AUTHORIZING DEBTOR
TO OBTAIN DEBTOR-IN-POSSESSION
FINANCING UNDER
11 U.S.C. §364(b) AND F.R.B.P. 4001(c)**

Hrg. DATE: March 10, 2010
Hrg. TIME: 8:30 A.M

Based upon the MOTION FOR INTERIM AND FINAL ORDER AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-POSSESSION FINANCING UNDER 11 U.S.C. §364(b) and F.R.B.P. 4001(c) ("Motion"), filed herein on February 4, 2010 [Docket No. 21], by FIRSTGOLD CORP., a Delaware corporation, Debtor and Debtor-In-Possession in the above Chapter 11 case ("Debtor"), by and through its attorney STEPHEN R. HARRIS, ESQ., of BELDING, HARRIS & PETRONI, LTD.;

1 with a duly noticed hearing to consider the Motion on an interim lending basis, conducted on
 2 February 10, 2010 at 2:00 p.m., and a duly noticed hearing to consider the Motion on a final lending
 3 basis conducted on March 10, 2010 at 8:30 a.m.; with STEPHEN R. HARRIS, ESQ., and CHRIS D.
 4 NICHOLS, ESQ., of BELDING, HARRIS & PETRONI, LTD., appearing on behalf of the Debtor,
 5 and the Debtor's representative, TERRY LYNCH, also appearing in person; REW R.
 6 GOODENOW, ESQ., of PARSONS, BEHLE & LATIMER, appearing in person, and attorney
 7 DANIEL H. REISS, ESQ., of LEVENE, NEALE, BENDER, RANKIN & BRILL, LLP, appearing by
 8 telephone, on behalf of secured creditors PLATINUM LONG TERM GROWTH LLC and
 9 LAKEWOOD GROUP, LLC; and WILLIAM B. COSSITT, ESQ., appearing on behalf of the Office
 10 of the United States Trustee.
 11
 12

13 The Court having considered the Motion and the Opposition by PLATINUM LONG TERM
 14 GROWTH LLC and LAKEWOOD GROUP, LLC to the Debtor's MOTION FOR INTERIM AND
 15 FINAL ORDER AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-POSSESSION
 16 FINANCING UNDER 11 U.S.C. §364(b) and F.R.B.P. 4001(c) [Docket No. 73]; DECLARATION
 17 OF ERIC KLEPFER IN SUPPORT OF OPPOSITION BY PLATINUM LONG TERM GROWTH
 18 LLC LAKEWOOD GROUP, LLC TO MOTION FOR INTERIM AND FINAL ORDER
 19 AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-POSSESSION FINANCING UNDER 11
 20 U.S.C. §364(b) and F.R.B.P. 4001(c) [Docket No. 76]; DECLARATION OF MARK MUELLER IN
 21 SUPPORT OF OPPOSITION BY PLATINUM LONG TERM GROWTH LLC LAKEWOOD
 22 GROUP, LLC TO MOTION FOR INTERIM AND FINAL ORDER AUTHORIZING DEBTOR TO
 23 OBTAIN DEBTOR-IN-POSSESSION FINANCING UNDER 11 U.S.C. §364(b) and F.R.B.P.
 24 4001(c) [Docket No. 77]; the Court having also reviewed the REPLY IN SUPPORT OF MOTION
 25 FOR INTERIM AND FINAL ORDER AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-
 26 POSSESSION FINANCING UNDER 11 U.S.C. §364(b) and F.R.B.P. 4001(c) [Docket No. 74]; and
 27
 28

1 the DECLARATION OF TERRY LYNCH IN SUPPORT OF MOTION FOR INTERIM AND
 2 FINAL ORDER AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-POSSESSION
 3 FINANCING UNDER 11 U.S.C. §364(b) and F.R.B.P. 4001(c) [Docket No. 75] (“Lynch
 4 Declaration”); and the Court having reviewed all the remaining papers and pleadings on file herein,
 5 and the Court having heard oral argument for and against the relief requested, and the testimony of
 6 TERRY LYNCH in support of the relief requested; and the Court having placed its Findings of Fact
 7 and Conclusions of Law on the record and incorporating them herein pursuant to F.R.Bankr.P. 7052
 8 incorporating F.R.Civ.P. 52; good cause appearing:
 9

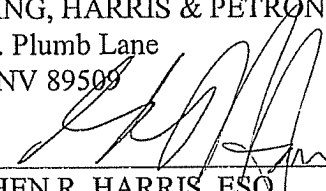
10
 11 **IT IS HEREBY ORDERED** that the MOTION FOR INTERIM AND FINAL ORDER
 12 AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-POSSESSION FINANCING UNDER
 13 11 U.S.C. §364(b) and F.R.B.P. 4001(c), wherein final Debtor-In-Possession financing approval
 14 is requested, is granted and approved in an amount not to exceed One Hundred Seventy Five
 15 Thousand Dollars (\$175,000.00) through the period ending April 22, 2010 in accordance with the
 16 budget annexed as set forth in Exhibit “A” to the Lynch Declaration, by the issuance of Gold
 17 Notes (“Notes”) and Loan Agreements, in the form attached and incorporated as Exhibit “A” to
 18 the INTERIM ORDER AUTHORIZING DEBTOR TO OBTAIN DEBTOR-IN-POSSESSION
 19 FINANCING UNDER 11 U.S.C. §364(b) and F.R.B.P. 4001(c) entered on February 24, 2010
 20 [Docket No. 49] (“Interim Order”), in addition to the One Hundred Seventy Five Thousand
 21 Dollars (\$175,000.00) previously granted and approved in the Interim Order; and
 22
 23

24 **IT IS FURTHER ORDERED** that the Debtor may not use any of the proceeds for payment
 25 of its laboratory payroll or Enviroscentists as previously referenced in Exhibit “B” to the Motion
 26 and Exhibit “A” to the Declaration of Terry Lynch, and further that the salaries of Debtor’s CEO,
 27 Terry Lynch, be reduced to TEN THOUSAND NINE HUNDRED FIFTY DOLLARS (\$10,950.00)
 28 per month, and the salary of James Kluber, the Chief Financial Officer of the Debtor shall be reduced

1 to TEN THOUSAND NINE HUNDRED FIFTY DOLLARS (\$10,950.00) per month with respect to
2 any payments made from the Debtor-In-Possession financing proceeds and that the Debtor is allowed
3 to continue funding its business operations through April 22, 2010, assuming finances permit
4 payment of same.
5

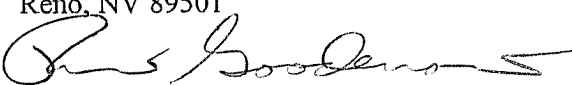
6 Respectfully submitted by:

7 STEPHEN R. HARRIS, ESQ.
8 BELDING, HARRIS & PETRONI, LTD.
9 417 W. Plumb Lane
10 Reno, NV 89509

11 
12 STEPHEN R. HARRIS, ESQ.
13 Attorney for Debtor
14 FIRSTGOLD CORP.

15 Approved Disapproved this 18th day of
16 March, 2010.

17 PARSONS, BEHLE & LATIMER
18 50 West Liberty Street, Suite 750
19 Reno, NV 89501

20 
21 REW R. GOODENOW, ESQ., of
22 PARSONS, BEHLE & LATIMER, on
23 behalf of secured creditors PLATINUM
24 LONG TERM GROWTH LLC and
25 LAKEWOOD GROUP, LLC.
26
27
28

#####